UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF GEORGIA ATLANTA DIVISION

TPI HOLDINGS, INC., and DOMINION ENTERPRISES,)
Plaintiffs,)) Civil Action No.:
v.)
NAVIGATOR MULTIMEDIA, INC. and RUDY SCHELLENBERGER,)
Defendants.)

COMPLAINT

Plaintiffs TPI Holdings, Inc. and Dominion Enterprises (collectively "TPI") state the following for their Complaint against Defendants Navigator

Multimedia, Inc. and Rudy Schellenberger (collectively "Defendants"):

Nature of the Action

1. This is an action at law and in equity for trademark infringement, cybersquatting, and unfair competition arising under the federal Lanham Act, codified as amended at 15 U.S.C. §§ 1051-1127, the Anticybersquatting Consumer Protection Act, 15 U.S.C. § 1125(d), and state statutory and common law, arising out of the Defendants' adoption and use of the trademark MX TRADER which is confusingly similar to Plaintiffs' long-established and well-known TRADER marks.

Jurisdiction and Venue

- 2. This Court has subject matter jurisdiction under Section 39 of the Lanham Act, 15 U.S.C. § 1121, and under 15 U.S.C. §§ 1331 and 1338.
- 3. This Court has personal jurisdiction over Defendants because through their infringing interactive website, Defendants are transacting business within this district, have engaged in acts or omissions within this district causing injury, or have otherwise made or established contacts with this district sufficient to permit the exercise of personal jurisdiction.
- 4. Venue is proper in this district under 28 U.S.C. § 1391 because a substantial part of the events giving rise to the claim have occurred and are occurring in this district.

Parties

- 5. Plaintiff TPI Holdings, Inc. ("TPI") is a corporation organized under the laws of the State of Delaware with its principal place of business located in this District, in Atlanta, Georgia. TPI is the owner of the trademarks and trademark registrations at issue in this suit.
- 6. Plaintiff Dominion Enterprises ("Dominion") is a partnership organized under the laws of Virginia, with its principal place of business located in Norfolk, Virginia. Dominion, an affiliate of TPI, is the licensee of the trademarks at issue in

this suit and the registrant of the domain names consisting of the trademarks at issue.

TPI, Dominion, and their predecessors, licensees, and affiliates are collectively hereinafter referred to as "TPI" or "Plaintiffs."

- 7. Defendant Navigator Multimedia, Inc. is a corporation with a principal place of business at 201-260 Harvey Ave., Kelowna, British Columbia, V1X 755, Canada. Defendant Navigator Multimedia, Inc. is the registrant of the domain name at issue in this case, and together with Defendant Schellenberger, operates a website under that domain name.
- 8. Defendant Rudy Schellenberger is an individual who may be served at 267 Ernest Cates Road, Bethpage, Tennessee, 37022. Defendant Schellenberger has applied to register the infringing mark at issue in this case, and together with Navigator, operates a website under the domain name at issue.
- 9. Defendants are acting jointly and severally to use and promote the infringing mark and domain name at issue in this case.

FACTUAL BACKGROUND

TPI's Trademark and Service Mark Rights

10. For more than thirty years, TPI has adopted and used a family of trademarks that combine the term "TRADER" with numerous terms or phrases that refer to vehicles, including the marks AUTO TRADER, AERO TRADER, BOAT

TRADER, CYCLE TRADER, OLD CAR TRADER, BIG TRUCK TRADER, and RV TRADER, among others. TPI has also adopted and used a number of TRADER-formative marks that combine TRADER with terms suggestive of classified advertising, such as FREE ADS TRADER, BARGAIN TRADER, TRADER ONLINE, and TRADER PLUS. Collectively these marks are hereinafter referenced as the "TRADER Marks" or "TRADER Family of Marks."

- 11. From the beginning, TPI used the TRADER Family of Marks in connection with a number of different print publications offering classified advertising distributed throughout the United States. Since 1996, in addition to the print publications, TPI has also offered classified advertising online in connection with the TRADER Marks.
- 12. TPI is the owner of multiple federal registrations for its TRADER Marks, including the following:

Mark	Reg. No.	Reg. Date
AERO TRADER	2288805	10/26/1999
AERO TRADERONLINE.COM	2873918	08/17/2004
ATV TRADERONLINE.COM	2868892	08/03/2004
AUTO TRADER	2390815	10/03/2000
AUTO TRADER	1247037	08/02/1983
AUTOTRADER.COM	2381590	08/29/2000
BARGAIN TRADER	2294228	11/23/1999
BARGAIN TRADER	1207204	09/07/1982
BARGAIN TRADERONLINE.COM	2901427	11/09/2004
BIG TRUCK TRADER	2829945	04/06/2004

Mark	Reg. No.	Reg. Date
BIG TRUCK & EQUIPMENT TRADER	1641262	04/16/1991
BOAT & RV TRADER	1450690	08/04/1987
BOAT TRADER	2389118	09/26/2000
BOAT TRADER	1208249	09/14/1982
BOAT TRADERONLINE.COM	2873930	08/17/2004
COLLECTOR CAR TRADER	2294233	11/23/1999
COLLECTOR CAR TRADERONLINE.COM	2873929	08/17/2004
COMMERCIAL & BIG TRUCK TRADER	3316348	10/23/2007
COMMERCIAL TRUCK TRADER	3605107	04/14/2009
CYCLE TRADER	2294240	11/23/1999
CYCLE TRADER	1627016	12/11/1990
CYCLE, BOAT, & RV TRADER	1450707	08/04/1987
EQUIPMENT TRADER	3420543	04/29/2008
EQUIPMENT TRADER	3605275	04/14/2009
EQUIPMENT TRADERONLINE.COM	2873928	08/17/2004
FREE ADS TRADER	1886026	03/28/1995
HOUSE TRADER	2909671	12/14/2004
OLD CAR TRADER	1911290	08/15/1995
OLD CAR TRADER	2348530	05/09/2000
PICK-UP TRADER	1644398	05/14/1991
PICK-UP TRADER	2295507	11/30/1999
RV TRADER	2294239	11/23/1999
RV TRADER	1822663	02/22/1994
RV TRADERONLINE.COM	2876679	08/24/2004
SAILBOAT TRADER	1612906	09/11/1990
SAILBOATTRADERONLINE.COM	3208475	02/13/2007
TRADER DISTRIBUTION SERVICES	2883861	09/14/2004
TRADER ONLINE	2302312	12/21/1999
TRADER PLUS	2885985	09/21/2004
TRADER TIMES	1718017	09/22/1992
TRADERONLINE.COM	3161680	10/24/2006
TRUCK TRADER	2817176	02/24/2004
TRUCK TRADERONLINE.COM	2871209	08/10/2004
WALNECK'S CLASSIC CYCLE TRADER	2288432	10/26/1999
YACHT TRADER	1648145	06/18/1991

Mark	Reg. No.	Reg. Date
YACHT TRADER	2349954	05/16/2000
YACHT TRADERONLINE.COM	3173201	11/21/2006

True and correct copies of print-outs from the U.S. Patent and Trademark Office online database showing these registrations are attached as Collective Exhibit A. All of these registrations constitute prima facie evidence, and those that are incontestable constitute conclusive evidence, of the validity of the marks and TPI's exclusive right to use the marks in connection with the goods and services specified in the registrations.

- 13. Since the adoption of each of the TRADER Marks, TPI has made widespread and continuous use of them, and promoted them together, in connection with services offered to the public throughout the United States.
- 14. Specifically, through its predecessors in interest, TPI began using its first TRADER mark, the AUTO TRADER mark, at least as early as 1974 to provide classified advertising respecting automotive vehicles. A true and correct copy of the front cover of an AUTO TRADER magazine is attached as Exhibit B.
- 15. Beginning in at least 1996, TPI extended use of the AUTO TRADER mark to provide advertising and merchandising classifieds via an online electronic communications network. Since that time, TPI has featured its offerings under the AUTO TRADER mark at a website accessible under the autotrader.com domain

name. A true and correct print-out of the homepage reached through the domain name autotrader.com is attached as Exhibit C.

- 16. In addition, TPI, through its predecessors in interest, expanded use of TRADER formative marks into multiple publications, and ultimately multiple websites, offering classified advertising in a wide variety of areas. For example, TPI began using the BARGAIN TRADER mark at least as early as 1975 to provide classified advertising in a number of categories of goods; the BOAT TRADER mark at least as early as 1976 to provide classified advertising respecting boats; and the CYCLE TRADER and AERO TRADER marks at least as early as 1978 to provide classified advertising respecting motorcycles and airplanes respectively.
- area to add CYCLE, BOAT & RV TRADER beginning in 1986 and WALNECK'S CLASSIC CYCLE TRADER in 1989. Thereafter, TPI added the RV TRADER mark in 1989 to provide classified advertising respecting RV's; the YACHT TRADER mark in 1990 to provide classified advertising respecting yachts and luxury boats; and the COLLECTOR CAR TRADER and OLD CAR TRADER marks in 1991 and 1995 respectively to provide classified advertising respecting respecting niche market automotive vehicles. True and correct copies of representative front

covers of multiple magazines distributed under TPI's TRADER Marks are attached as Collective Exhibit D.

- 18. Beginning in at least 1996, TPI extended use of the CYCLE TRADER, BOAT TRADER, RV TRADER, and AERO TRADER marks to provide advertising and merchandising classifieds respecting the various goods and services they featured via an online electronic communications network. Since that time, TPI has featured its offerings under the CYCLE TRADER mark at its website at cycletrader.com and cycletraderonline.com. Today, TPI's CYCLETRADER.COM website features over 158,000 ads, allowing users to post ads to sell their motorcycles or to search the ads in order to purchase a motorcycle. The site enables users to browse by type of motorcycle, including motorcycles used for motocross, abbreviated and known to consumers and the trade alike as "MX." Pages from TPI's cycletrader.com website showing this feature are attached as Exhibit E.
- 19. Since 1996, TPI has similarly featured its offerings under the BOAT TRADER mark at its boattrader.com and boattraderonline.com websites, under the RV TRADER mark at its website at rvtraderonline.com, and under the AERO TRADER mark at its website at aerotrader.com and aerotraderonline.com. In 1996, TPI also began using its TRADER ONLINE mark at traderonline.com, where it has for almost 15 years promoted all of its offerings under all of its TRADER marks.

Further, In 1999, TPI also began promoting its offerings under the YACHT TRADER mark at its site at yachttraderonline.com and began promoting its BARGAIN TRADER mark at its bargaintraderonline.com, bargaintrader.com, and traderonline.com sites. True and correct print-outs of representative homepages reached through various TRADER domain names and/or featuring TRADER Marks are attached as Collective Exhibit F.

- 20. TPI has invested more than thirty years of continuous and substantial corporate efforts and hundreds of millions of dollars to strengthen and promote the reliability of goods and services provided under, and identified by, its family of TRADER Marks. TPI has distributed hundreds of millions of TRADER magazines through tens of thousands of outlets, and online sites operated under the TRADER marks have carried millions of ads and attract hundreds of millions of visitors annually.
- 21. As a result of TPI's substantial and continuous use and marketing of its TRADER Marks, and of its websites and services offered in connection with them, the marks have become extremely well known to the public as exclusive source identifiers of TPI's high quality reliable services, and the public has come to expect websites offering and publishing classified advertising in connection with TRADER formative marks to be associated with TPI.

Defendants' Wrongful Acts

- 22. Long after TPI's marks had become well known as source identifiers for TPI's advertising services, in an attempt to trade on TPI's good will, in approximately January, 2009, Defendants Schellenberger adopted, began using, and applied to the United States Patent and Trademark Office to register the mark MX TRADER (the "Infringing Mark"). Acting in conjunction with Defendant Schellenberger, Defendant Navigator registered the domain name mxtrader.net (the "Infringing Domain Name"). A true and correct copy of the database search for the Infringing Domain Name is attached as Exhibit G, and a true and correct copy of the PTO record showing the trademark application is attached as Exhibit H.
- 23. Defendants have used the MX TRADER mark and Infringing Domain

 Name to operate a website (the "Infringing Site") that publishes advertising

 classifieds, enabling third parties to advertise their motocross motorcycles for sale, in

 direct competition with TPI's cycletrader.com site. As shown in the homepage from

 the Infringing Site attached hereto as Exhibit I, the site prominently displays the

 Infringing Mark.
- 24. Before Defendants began using the Infringing Domain Name and Mark,
 Defendants had actual knowledge of TPI's TRADER Marks because of TPI's
 longstanding and extensive use of them. Defendants are also charged with

constructive knowledge of TPI's rights because of TPI's multiple trademark registrations.

- 25. Defendants' mark is confusingly similar to Plaintiffs' family of marks because TRADER is a salient component of it, and Defendants have coupled a term that refers to a particular type of vehicle, <u>i.e.</u>, motocross motorcycles, with TRADER to create a commercial impression similar to those created by TPI's TRADER marks. The Infringing Mark is thus particularly likely to cause confusion with TPI's CYCLE TRADER mark.
- 26. Defendants' Infringing Site was set up to offer advertising services that are identical to the Plaintiffs' advertising service through the same channel of trade that Plaintiffs use, <u>i.e.</u>, the Internet. Defendants set up the site to divert internet users seeking Plaintiffs' services to Defendants' site.
- 27. Defendants have used the site intentionally to seek to cause confusion and trade on TPI's goodwill in its TRADER family of marks in order to reap undeserved profits.
- 28. Defendants' use of a domain name and mark that are confusingly similar to TPI's TRADER Marks deceives the public, causes irreparable harm and damage to TPI, and unlawfully generates income for Defendants.

- 29. When TPI first learned of Defendants' infringement, TPI demanded that Defendants cease using the Infringing Domain Name and Infringing Mark and abandon the application to register the mark. A true and correct copy of the demand letter to Defendants is attached as Exhibit J.
- 30. Nevertheless, Defendants continued using the Infringing Mark and refused to abandon the registration for it. Accordingly, TPI filed an administrative proceeding to cancel Defendant Schellenberger's registration (Reg. No. 3,671,254), and Defendant subsequently informed Plaintiffs that Defendants intend to continue to use the Infringing Mark.
- 31. Defendants therefore are infringing on TPI's rights and are specifically targeting consumers in this District through their interactive website, as illustrated by ads on Defendants' site for motorcycles located in Georgia, attached as Exhibit K.

COUNT I FEDERAL TRADEMARK AND SERVICE MARK INFRINGEMENT

- 32. TPI repeats and incorporates by reference the allegations contained in Paragraphs 1 through 31 as if set forth fully herein.
- 33. Defendants have used and promoted the Infringing Domain Name and Mark. Defendants' unauthorized use of confusingly similar imitations of TPI's registered TRADER Marks is causing and is likely to cause confusion, deception, and mistake by creating the false and misleading impression that their imitation

TRADER business and services are affiliated, connected, or associated with TPI or have the sponsorship, endorsement, or approval of TPI, all in violation of 15 U.S.C. § 1114.

- 34. Defendants' unauthorized use of confusingly similar imitations of TPI's registered TRADER Marks, notwithstanding their knowledge of TPI's ownership of the TRADER Marks, demonstrates an intentional, willful, and bad faith intent to trade on the goodwill of TPI's TRADER Marks and to cause confusion, deception, and mistake in the minds of TPI's customers and potential customers to the great and irreparable injury of TPI. Defendants have acted knowingly and have been unjustly enriched thereby.
- 35. Because Defendants' conduct is causing and is likely to cause substantial injury to the public and to TPI, TPI is entitled to injunctive relief, and to recover Defendants' trebled profits associated with the infringement, TPI's costs, and TPI's reasonable attorneys' fees pursuant to 15 U.S.C. § 1117.

VIOLATION OF THE ANTICYBERSQUATTING CONSUMER PROTECTION ACT

36. TPI repeats and incorporates by reference the allegations contained in Paragraphs 1 through 31 as if set forth fully herein.

- 37. By registering and using the Infringing Domain Name, Defendants have registered, trafficked in, and used a domain name that is confusingly similar to TPI's TRADER Marks. Defendants registered the Infringing Domain Name with the bad faith intent of profiting unlawfully from TPI's TRADER Marks.
- 38. Defendants registered and are using the Infringing Domain Name with the intent to divert consumers from TPI's online locations to their website accessible through the Infringing Domain Name and with the bad faith intent to profit from Plaintiffs' marks by creating a likelihood of confusion as to source, sponsorship, affiliation, or endorsement of the sites.
- 39. Defendants are operating their site with the intent to profit from the use of the Infringing Domain Name and the consequent confusion of internet users.
- 40. Defendants' actions constitute cyberpiracy in violation of 15 U.S.C. § 1125(d).
- 41. The unauthorized registration and use of the Infringing Domain Name have caused and unless enjoined, Defendants' registration and continued use of the Infringing Domain Name will continue to cause, irreparable injury to TPI and to the goodwill associated with TPI's TRADER Marks.
- 42. Because Defendants' infringing conduct is causing and is likely to cause substantial injury to the public and to TPI, TPI is entitled to injunctive relief, and to

recover either statutory damages under 15 U.S.C. § 1117(d) or Defendants' trebled profits, together with TPI's costs and reasonable attorneys' fees pursuant to 15 U.S.C. § 1117(a).

COUNT III FEDERAL UNFAIR COMPETITION

- 43. TPI repeats and incorporates by reference the allegations contained in Paragraphs 1 through 31 as if set forth fully herein.
- 44. Defendants' use of confusingly similar imitations of TPI's TRADER Marks is causing and is likely to cause confusion, deception, and mistake by creating the false and misleading impression that Defendants' business is affiliated, connected, or associated with TPI or have the sponsorship, endorsement, or approval of TPI, in violation of 15 U.S.C. § 1125(a).
- 45. Defendants' actions demonstrate an intentional, willful, and bad faith intent to trade on TPI's goodwill and to cause confusion, deception, and mistake in the minds of TPI's customers and potential customers by implying a nonexistent affiliation or relationship between Defendants and TPI to the great and irreparable injury of TPI.
- 46. Because Defendants' unfair competition is causing and is likely to cause substantial injury to the public and to TPI, TPI is entitled to injunctive relief, and to

recover Defendants' trebled profits associated with the infringement, TPI's costs, and TPI's reasonable attorneys' fees pursuant to 15 U.S.C. §§ 1116 and 1117.

COUNT IV DECEPTIVE TRADE PRACTICES UNDER O.C.G.A. § 10-1-370 et seq.

- 47. TPI repeats and incorporates by reference the allegations contained in Paragraphs 1 through 31 as if set forth fully herein.
- 48. Defendants' acts constitute deceptive trade practices under the Georgia Uniform Deceptive Trade Practices Act, O.C.G.A. 10-1-372 (a) (2007).
- 49. Defendants' infringement has been willful and in bad faith, making this an exceptional case under O.C.G.A. § 10-1-373 (b)(2) (2007).

COUNT V COMMON LAW INFRINGEMENT AND UNFAIR COMPETITION

- 50. TPI repeats and incorporates by reference the allegations contained in Paragraphs 1 through 31 as if set forth fully herein.
- 51. Defendants have used confusingly similar imitations of TPI's TRADER Marks with full knowledge of TPI's rights to the marks and with the willful and calculated purpose of trading upon TPI's established goodwill and business reputation, and in a manner calculated to imply false sponsorship of or approval by TPI, for the purpose of misleading and deceiving the public.

- 52. Defendants have used confusingly similar imitations of TPI's electronic URL addresses, with full knowledge of TPI's rights, and with the willful and calculated purpose of trading upon TPI's established goodwill and business reputation, and in a manner calculated to imply false sponsorship of or approval by TPI, for the purpose of misleading and deceiving the public.
- 53. Defendants' conduct constitutes infringement of TPI's common law rights to the TRADER Marks and has damaged and will continue to damage irreparably TPI's goodwill and reputation unless enjoined by this Court.
- 54. Independent of their liability for common law infringement, Defendants also engaged in unfair competition under the common law of Georgia and the other states in which they have engaged in their activities through their reliance on consumer mistakes and confusion, and their deliberate efforts to poach upon TPI's goodwill.

COUNT VI CANCELLATION OF REGISTRATION NO. 3,671,254 Lanham Act (15 U.S.C. §§ 1064 and 1119)

- 55. TPI repeats and incorporates by reference the allegations contained in Paragraphs 1 through 31 as if set forth fully herein.
- 56. Defendant Schellenberger is not entitled to maintain any rights to the MX TRADER mark, including those rights accompanying federal registration.

Accordingly, the Court should cancel Defendants' registration pursuant to 15 U.S.C. §§ 1064 and 1119.

PRAYER FOR RELIEF

WHEREFORE, TPI prays:

- 1. That Defendants, their partners, agents, employees, and all persons in active concert or participation with Defendants, be permanently enjoined and restrained from:
 - a) using the Infringing Domain Name and Infringing Mark and any trademark, company name, or domain name that is confusingly similar to TPI's TRADER Marks;
 - b) engaging in any other conduct which will cause, or is likely to cause, confusion, mistake, deception, or misunderstanding as to the affiliation, connection, association, origin, sponsorship, or approval of Defendants' online businesses or services with or by TPI;
 - c) otherwise infringing upon TPI's TRADER Marks or unfairly competing with TPI in any manner whatsoever; and
- 2. That Defendants be ordered to transfer and assign to TPI or its designee the Infringing Domain Name.

- 3. That Defendant Schellenberger's trademark registration for MX TRADER, Registration No. 3,671,254 be ordered cancelled.
- 4. That an accounting be ordered and judgment be rendered against

 Defendants for all profits received from the sale or provision of products or services

 directly or indirectly in connection with, or advertised or promoted in any manner,

 utilizing the Infringing Domain Name and confusingly similar imitations of TPI's

 TRADER Marks.
- 5. That the award of profits resulting from Defendants' infringement, unfair competition, and false designation of origin of products and services be trebled.
 - 6. That TPI recover its actual damages.
- 7. That the award of actual damages from Defendants' infringement, unfair competition, and false designation of origin of products and services be trebled.
- 8. That TPI recover statutory damages under 15 U.S.C. § 1117(d) in the amount of \$100,000.00 per Infringing Domain Name.
- 9. That Defendants be required to deliver up for destruction all advertising and promotional materials, labels, cartons, brochures, business stationary, calling cards, information sheets, posters, signs, and any and all other printed or graphic

materials of any type, including the plates, molds, or other means of producing the materials, which bear references to confusingly similar imitations of TPI's TRADER Marks, or to the Infringing Domain Name.

- 10. That Defendants be directed to file with the Court and serve on TPI, within thirty (30) days after entry of a final injunction, a report in writing under oath setting forth in detail the manner and form in which Defendants have complied with the injunction.
- 11. That TPI be awarded its costs in connection with this suit, including reasonable attorneys' fees and expenses.
- 12. That TPI have such other and further relief as the Court may deem just and proper.

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CERTIFICATE OF COMPLIANCE

Pursuant to Local Rule 7.1D, the attached pleading complies with the font and point selections prescribed by Local Rule 5.1B and uses 14 point Times New Roman Font.

Judith A. Powell